COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT) CASE NO. OF UNION COUNTY WATER DISTRICT) 2005-00539

ORDER

On December 16, 2005, Union County Water District ("Union District") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

- Union District purchases water from the city of Morganfield ("Morganfield").
- 2. Morganfield notified Union District that, effective with service rendered on and after December 31, 2005, Morganfield's wholesale water rate to Union District would increase from \$1.5020 to \$1.6606 per 1,000 gallons.
- 3. During the 12 months ending November 30, 2005, Union District purchased 243,355,500 gallons of water from Morganfield and sold 214,409,078 gallons. The increase in the cost of purchased water is \$38,596, resulting in a purchased water adjustment of \$0.18 per 1,000 gallons.
- 4. The purchased water adjustment of \$0.18 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. Union District's proposed rates are approved.

2. The purchased water adjustment of \$0.18 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after January 1, 2006.

3. The proposed tariff sheets filed by Union District are accepted as filed.

Done at Frankfort, Kentucky, this 12th day of January, 2006.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2005-00539 DATED January 12, 2006

The following rates and charges are prescribed for the customers in the area served by Union County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

5/8" Meter					
First	2,000	gallons	\$11.38 Minimum Bill		
Next	3,000	gallons	5.69 per 1,000 gallons		
Next	5,000	gallons	5.29 per 1,000 gallons		
Next	15,000	gallons	4.94 per 1,000 gallons		
Next	25,000	gallons	4.64 per 1,000 gallons		
Next	50,000	gallons	4.24 per 1,000 gallons		
Next	100,000	gallons	3.84 per 1,000 gallons		
Next	100,000	gallons	3.44 per 1,000 gallons		
Over	300,000	gallons	3.04 per 1,000 gallons		
3/4" Meter					
First	5,000	gallons	\$28.45 Minimum Bill		
Next	5,000	gallons	5.29 per 1,000 gallons		
Next	15,000	gallons	4.94 per 1,000 gallons		
Next	25,000	gallons	4.64 per 1,000 gallons		
Next	50,000	gallons	4.24 per 1,000 gallons		
Next	100,000	gallons	3.84 per 1,000 gallons		
Next	100,000	gallons	3.44 per 1,000 gallons		
Over	300,000	gallons	3.04 per 1,000 gallons		
1" Meter					
First	10,000	gallons	\$54.90 Minimum Bill		
Next	15,000	gallons	4.94 per 1,000 gallons		
Next	25,000	gallons	4.64 per 1,000 gallons		
Next	50,000	gallons	4.24 per 1,000 gallons		
Next	100,000	gallons	3.84 per 1,000 gallons		
Next	100,000	gallons	3.44 per 1,000 gallons		
Over	300,000	gallons	3.04 per 1,000 gallons		
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1 1/2" Meter					
First	25,000	gallons	\$129.00 Minimum Bill		
Next	25,000	gallons	4.64 per 1,000 gallons		
Next	50,000	gallons	4.24 per 1,000 gallons		
Next	100,000	gallons	3.84 per 1,000 gallons		
Next	100,000	gallons	3.44 per 1,000 gallons		
Over	300,000	gallons	3.04 per 1,000 gallons		
2" Meter					
First	50,000	gallons	\$245.00 Minimum Bill		
Next	50,000	gallons	4.24 per 1,000 gallons		
Next	100,000	gallons	3.84 per 1,000 gallons		
Next	100,000	gallons	3.44 per 1,000 gallons		
Over	300,000	gallons	3.04 per 1,000 gallons		
2 1/2" Meter					
First	75,000	gallons	\$351.00 Minimum Bill		
Next	25,000	gallons	4.24 per 1,000 gallons		
Next	100,000	gallons	3.84 per 1,000 gallons		
Next	100,000	gallons	3.44 per 1,000 gallons		
Over	300,000	gallons	3.04 per 1,000 gallons		
3" Meter					
First	100,000	gallons	\$457.00 Minimum Bill		
Next	100,000	gallons	3.84 per 1,000 gallons		
Next	100,000	gallons	3.44 per 1,000 gallons		
Over	300,000	gallons	3.04 per 1,000 gallons		
4" Meter					
First	200,000	gallons	\$841.00 Minimum Bill		
Next	100,000	gallons	3.44 per 1,000 gallons		
Over	300,000	gallons	3.04 per 1,000 gallons		
6" Meter					
First	300,000	gallons	\$1,185.00 Minimum Bill		
Over	300,000	gallons	3.04 per 1,000 gallons		